App F IX 4

*Previous References*

1946 (Vol

File No 87-46

Serial Nos 1-2

*Later References*

# GENERAL AND REVENUE SECRETARIAT

*Serial Nos* two

**Part B for** June 47

**SUBJECT**

Introduction of the Freehold System of Accounts in the Shimoga Town Municipality

R 17444 & 30 6-47

No. 0 in Shimoga State that the question of may be deferred

6800/L

Introduction of the System of pre
in the Shimoga Town Municipal Cour

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From

The Deputy Commr Shimoga D
No MJ3 C 809/44-45 dated 15-4

Requests Sanction to the introduct
of the System of preaudit in Shimoga
Town Municipal Council as Resolved by
the Local Municipal Council at the meeting
held on 11-12-46

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1) Since the District Board, Shimoga
did not agree to the introduction of the
System of preaudit in the District Board
office, the Shimoga Town Municipal
Council Resolved at its meeting held on
11-12-46 to meet the entire cost estimated
at Rs 1176/ from the Municipal funds alone
and bore the System in the Municipality
The D C recommends Sanction to its
introduction in the Shimoga town Municipality
from the ensuing year 1947-48 as an
experimental measure

2) on a similar proposal for
introducing preaudit in the D Board office
and the Municipal office at Chellakere
the question has been ordered to be
deferred for the present due to the Reported
dearth for Auditors, and this file has

8800/1

Case ordered to be Separately Submitted on 2

Diary No 8043

3) Subs for orders

Re 29/4/47 4) The complaint to the Govt may be emailed if a reply may be sent to the D.C stating that it will not be possible to introduce the system of pre audit of accounts in Municipalities due to insufficient number of hands who can take up the work. Hence the reply to Govt may be sent

U O 334 dt 3/5/47

5) Forwarded with compliments to the Comptroller to Govt for favour of remarks.

H or Gallagher
Rev. Secy
3/5

COMPTROLLER 596/5/47 DOA CLAD APR LCRT

Ev 9/6 MCLAD 5 5 47

598/2/47 HR 3/6

U O No 1138/C L A D dated the 29th May 1947

Returned with Compliments

6) The introduction of the preaudit system involves the posting of a qualified Accounts Clerk from this office to Shimoga Town Municipality But due to paucity of hands in this office, I have no staff to spare for the purpose In this connection, I may add that with reference to a similar request made by the President Kadur District Board, Chickma

88 to 0

Comptroller's Office | File No | of 194

Serial No

Government have ordered in Revenue Secretary's letter No L 14576-L B 81-45-12 dated 22-4-47 that the question of introducing preaudit system be deferred in view of unsatisfactory recruitment position in this department I therefore, suggest that the proposal to introduce preaudit in Shimoga Town Municipality may be deferred for the present

OFFICE OF THE MINISTER FOR REVENUE
No 11623
Date 25-6-47

RR)

CONTROLLER

1) Sd/- with a draft letter to the Dc Shimoga Sd/- for approval

24/6/47

Rev secy) for 9/6/47

Minister Revenue 2) For approval 25/6/47

3) 26/6 27/6 issue 27/6

To the Dc - Shimoga Sd/-
No L 17714 dt/ 30 6 47
Reg Defers the proposal

B 1 7 47

Note—Continue Sheet if necessary

File No

of 194

Comptroller's Office

Serial No

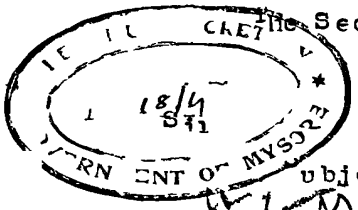
Ml 87-46-1

No M3 C-1809/44-45
Enc Records

Office of the Deputy Commissioner
Shimoga District
Dated Shimoga 15th April 1947

To

The Secretary to Government
Revenue Department
BANGALORE



Subject - Introduction of Pre-audit system in Shimoga Town Municipality

In forwarding herewith in original the file of records received from the President Town Municipal Council Shimoga - side correspondence ending with his letter No C1-13/44-45 dated 19th December 1946 on the ~~above~~ subject noted above I have the honour to state as follows

At present the accounts of the District Board Shimoga and that of the Town Municipal Council Shimoga are subjected to post audit system

The Municipal President Shimoga states that the question of introducing the preaudit system in the said Municipality was considered by the Municipal Council at their Meetings held on the marginall * noted dates It is stated by the Municipal President that at their meeting held on 11-12-1946 the Municipal Council finally decided the question and passed a resolution to the effect that that the Pre-audit system of accounts might be introduced into the Municipality and that the entire expenditure due thereon might be borne by the Municipal Council - side resolution copy enclosed for favour of reference.

Dated 31-7-1944
23-12-1944
11-12-1946

The President District Board Shimoga who was addressed in the matter of furnishing the views of the said Board as to their willingness to introduce the pre-audit system and to bear their share of cost states in his letter No C-244/45-46 dated 8th May 1946 - enclosing original in the records - that the question was considered by the Board at their meeting held on 28th and 29th May 1946 when a resolution was passed to the effect that the Board are not in favour of introducing the pre-audit System in view of the fact that the intro-

p t o

introduction o such a s stem would come in the way of the smooth Administration of the Board, and the in iew of the other reasons indicated in the President's letter referred to above

From the data furnished by the Comptroller to the Municipal President Chirora - vide letter No 184/C L A D dated 3rd November 1943 it is seen that the annual expenditure to be incurred on this account would be Rs 1 176/-

The President District Board Kolar and the Deput Commissioner Kolar District who were requested to furnish their opinion as to the working of the pre-audit s stem in the Kolar District Board and in the Kolar Municipal Council state that this ~~question~~ s stem is working quite satisfactorily and is advantageous to the institutions

The Assistant Comptroller Shimoga Circle Who was consulted in the matter of furnishing his iews in the matter of introducing the aforesaid s stem of audit in the respective local bodies states that the introduction of the pre-audit s stem might be recommended

The advantages seem to be over-whelmingly ~~stated that~~ in favour of introducing a s stem of pre-Audit in the accounts of local bodies In the first place ~~present~~ the defects of the present s stem whereby audit objections are often received and have to be answered sometimes years after the transactions from which the ~~regulated to be completed~~ orders were complete would be eliminated When many of the records would be not traceable and there is always a certain ~~proneness~~ to ask for waiver of objections rather than pursue and punish officials and officers responsible for irregularities In the second place by the very nature of the constitution many of the said officials and parties would often not be in office and naturally succeeding ~~comers~~ ones are rarely anxious to bring home responsibilities to their predecessors The result is that local Audit of the post facto type is very far from effective

In view of the circumstances explained above I request that orders of Government may kindly be obtained to introduce the pre-audit s stem in the Shimoga Town Municipality in this District

as an experimental measure with effect from the ensuring year 1947-48 The entire expenditure on this account will be met from the funds of the Shimoga Town Municipal Council by making due provision for the purpose in the Budget of the Municipality

I have the honour to be
Sir
Your most obedient servant

Deput Commissioner
Shimoga District

MI87-46-2 No L 17714/W
30/6/87

To
The Dy Ceeeeer
Shemoga Dt

Subject Introduction of the pracedet System / ce the Shemoga Town Municipality -

Sir, With Reference to your Letter No MJ3 C 1809/ccc us dated 15 4 87 on the above subject, I am directed to state that as the precent System ce Odse the posting of graduated Accounts clerks for whom there has been a dearth in due to the ~~cenatio/ec-~~ tory ~~Recruitment~~ position ce the

Acadet department, the proposal
may be deferred to the present
records accompany
to have obt
for [illegible] Reo Secy 25/1/47
=
4/2/47